

<i>SERFF Tracking Number:</i>	<i>STNA-125528449</i>	<i>State:</i>	<i>Arkansas</i>
<i>Filing Company:</i>	<i>State National Insurance Company Inc.</i>	<i>State Tracking Number:</i>	<i>EFT \$50</i>
<i>Company Tracking Number:</i>	<i>SNIC-AR-08-02</i>		
<i>TOI:</i>	<i>28.0 Credit</i>	<i>Sub-TOI:</i>	<i>28.0005 Personal GAP Insurance</i>
<i>Product Name:</i>	<i>Guaranteed Auto Protection</i>		
<i>Project Name/Number:</i>	<i>Policyholder Disclosure Notice of Terrorism/SNIC-AR-08-02</i>		

Filing at a Glance

Company: State National Insurance Company Inc.

Product Name: Guaranteed Auto Protection	SERFF Tr Num: STNA-125528449	State: Arkansas
TOI: 28.0 Credit	SERFF Status: Closed	State Tr Num: EFT \$50
Sub-TOI: 28.0005 Personal GAP Insurance	Co Tr Num: SNIC-AR-08-02	State Status: Fees verified and received
Filing Type: Form	Co Status:	Reviewer(s): Betty Montesi, Llyweyia Rawlins, Brittany Yielding
	Author: Valerie Holston	Disposition Date: 03/18/2008
	Date Submitted: 03/11/2008	Disposition Status: Approved
Effective Date Requested (New): On Approval		Effective Date (New): 03/18/2008
Effective Date Requested (Renewal): On Approval		Effective Date (Renewal): 03/18/2008

State Filing Description:

General Information

Project Name: Policyholder Disclosure Notice of Terrorism	Status of Filing in Domicile: Authorized
Project Number: SNIC-AR-08-02	Domicile Status Comments:
Reference Organization:	Reference Number:
Reference Title:	Advisory Org. Circular:
Filing Status Changed: 03/18/2008	
State Status Changed: 03/18/2008	Deemer Date:
Corresponding Filing Tracking Number:	
Filing Description:	
State National Insurance Company, Inc., is submitting its revised Policyholder Disclosure Notice of Terrorism Insurance Coverage – SNIC.DISC.0108 to comply with the 2007 amendments to the federal Terrorism Risk Insurance Act of 2002 ("TRIA").	

The notice is being sent on an informational basis since State National does not exclude terrorism coverage from its policy nor does the company charge a premium for the coverage.

SERFF Tracking Number:	STNA-125528449	State:	Arkansas
Filing Company:	State National Insurance Company Inc.	State Tracking Number:	EFT \$50
Company Tracking Number:	SNIC-AR-08-02		
TOI:	28.0 Credit	Sub-TOI:	28.0005 Personal GAP Insurance
Product Name:	Guaranteed Auto Protection		
Project Name/Number:	Policyholder Disclosure Notice of Terrorism/SNIC-AR-08-02		

Company and Contact

Filing Contact Information

Valerie Holston, State Filings Coordinator	vholston@statenational.com
8200 Anderson Boulevard	(800) 877-4567 [Phone]
Fort Worth, TX 76120	(817) 804-2930[FAX]

Filing Company Information

State National Insurance Company Inc.	CoCode: 12831	State of Domicile: Texas
8200 Anderson Boulevard	Group Code: 93	Company Type: Property & Casualty
Fort Worth, TX 76120	Group Name:	State ID Number:
(800) 877-4567 ext. [Phone]	FEIN Number: 75-1980552	

Filing Fees

Fee Required?	Yes
Fee Amount:	\$50.00
Retaliatory?	No
Fee Explanation:	
Per Company:	No

COMPANY	AMOUNT	DATE PROCESSED	TRANSACTION #
State National Insurance Company Inc.	\$50.00	03/11/2008	18498614

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Correspondence Summary

Dispositions

Status	Created By	Created On	Date Submitted
Approved	Llyweyia Rawlins	03/18/2008	03/18/2008

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Disposition

Disposition Date: 03/18/2008

Effective Date (New): 03/18/2008

Effective Date (Renewal): 03/18/2008

Status: Approved

Comment:

Rate data does NOT apply to filing.

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Item Type	Item Name	Item Status	Public Access
Supporting Document	Uniform Transmittal Document-Property & Casualty	Approved	Yes
Supporting Document	Memorandum and Markup	Approved	Yes
Form	Policyholder Disclosure Notice of Terrorism Insurance Coverage	Approved	Yes

<i>SERFF Tracking Number:</i>	<i>STNA-125528449</i>	<i>State:</i>	<i>Arkansas</i>
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Form Schedule

Review	Form Name	Form #	Edition	Form Type	Action	Action Specific	Readability	Attachment
Status			Date			Data		
Approved	Policyholder Disclosure Notice of Terrorism Insurance Coverage	SNIC.DIS C.0108	0108	Disclosure/	Replaced Notice	Replaced Form #:0.00 SNIC.DISC.0707 Previous Filing #:		SNIC.DISC. 0108 - Policyholder Disclosure Notice of Terrorism Insurance Coverage (2008).pdf

STATE NATIONAL INSURANCE COMPANY, INC.

POLICYHOLDER DISCLOSURE
NOTICE OF TERRORISM INSURANCE COVERAGE

PLEASE READ CAREFULLY AND CONSULT STATE
NATIONAL INSURANCE COMPANY WITH ANY QUESTIONS

This notice is being sent to you pursuant to the Terrorism Risk Insurance Program Reauthorization Act of 2007 ("the Act") that was recently enacted by the United States Congress and amends the Terrorism Risk Insurance Act of 2002. "The Act", as amended, will remain in effect until December 31, 2014. "The Act" provides that all property and casualty insurers must offer their policyholders the opportunity to purchase coverage for insurance losses resulting from an "act of terrorism," as defined in "the Act". The United States government will partially reimburse insurers for losses caused by an "act of terrorism" under a formula set forth in "the Act". In sum, the federal government will pay 85% of any covered loss caused by an "act of terrorism" in excess of the statutorily established deductible paid by the insurers.

WHAT IS AN "ACT OF TERRORISM"

An "act of terrorism" is defined in "the Act" as "any act that is certified by the Secretary of the Treasury, in concurrence with the Secretary of State, and the Attorney General of the United States:

1. To be an act of terrorism;
2. To be a violent act or an act that is dangerous to (a) human life; (b) property; or (c) infrastructure;
3. To have resulted in damage within the United States, or outside of the United States in the case of (a) an air carrier or vessel described in paragraph (5)(B) of "the Act" or (b) on the premises of a United States mission; and
4. To have been committed by an individual or individuals as part of an effort to coerce the civilian population of the United States or to influence the policy or affect the conduct of the United States Government by coercion.

No act shall be certified by the Secretary of the Treasury of the United States as an "act of terrorism" if:

1. "The Act" is committed as part of the course of war declared by Congress (other than with respect to Workers' Compensation);
2. Property and casualty insurance losses resulting from "the Act", in the aggregate, do not exceed \$5,000,000."

In the case of a certified "act of terrorism", no compensation shall be paid by the United States government unless the aggregate industry insured losses resulting from such certified "act of terrorism" exceed \$100,000,000.

You should also know that the United States government has amended "the Act" to contain a cap for aggregate insured losses of \$100 billion resulting from a certified "act(s) of terrorism" in any one calendar year. If aggregate insured losses exceed \$100 billion in any one calendar year, the following limitations will apply:

1. The Secretary shall not make payment for any portion of the amount of losses that exceed \$100 billion; and
2. No insurer that has met its insurer deductible shall be liable for the payment of any portion of the amount that exceeds \$100 billion.

In general, if the aggregate insured losses of a certified "act(s) of terrorism" for all insurers exceed \$100 billion in any one calendar year, your coverage may be reduced.

HOW DOES "THE ACT" AFFECT YOUR INSURANCE COVERAGE

You have a policy of insurance issued by State National.

- The insurance coverage issued by State National does not contain a terrorism exclusion.
- State National has not charged premium for providing coverage for insurance loss caused by an "act of terrorism" and has determined that no additional premium will be charged at this time.
- Coverage for insurance loss caused by an "act of terrorism" will be provided at the current benefit levels and limits set forth in the policy and any endorsements attached thereto.
- Your current policy will remain in effect as written for the remainder of the current policy period.
- In accordance with the provisions of "the Act", State National may charge an additional premium for coverage of losses caused by an "act of terrorism"; but you will be allowed the option to purchase or forego such coverage upon any offer of renewal of your policy.

Please contact us with any questions, comments or concerns about your coverage or this notice.

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Rate Information

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Product Name: Guaranteed Auto Protection
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Supporting Document Schedules

Bypassed -Name: Uniform Transmittal Document-
Property & Casualty
Bypass Reason: NA
Comments:

Review Status:
Approved 03/18/2008

Satisfied -Name: Memorandum and Markup
Comments:
Attachments:
Markup of Terrorism Disclosure Notice - CW.pdf
Terrorism Disclosure Explanatory Memorandum (2008).pdf

Review Status:
Approved 03/18/2008

STATE NATIONAL INSURANCE COMPANY, INC.

POLICYHOLDER DISCLOSURE
NOTICE OF TERRORISM INSURANCE COVERAGE

PLEASE READ CAREFULLY AND CONSULT STATE
NATIONAL INSURANCE COMPANY WITH ANY QUESTIONS

insert
Reference to TRIPRA of 2007
This notice is being sent to you pursuant to the Terrorism Risk Insurance Act of 2002 ("the Act"), recently enacted by the United States Congress. The Act provides that all property and casualty insurers must offer their policyholders the opportunity to purchase coverage for "acts of terrorism," as defined in the Act. The United States government will partially reimburse insurers for losses caused by "acts of terrorism" under a formula set forth in the Act. In sum, the federal government will pay 85% of any covered loss caused by "acts of terrorism" in excess of the statutorily established deductible paid by the insurers.

WHAT IS AN "ACT OF TERRORISM"

An "act of terrorism" is defined in the Act as "any act that is certified by the Secretary of the Treasury, in concurrence with the Secretary of State, and the Attorney General of the United States:

- 1 To be an act of terrorism;
- 2 To be a violent act or an act that is dangerous to (a) human life; (b) property; or (c) infrastructure;
- 3 To have resulted in damage within the United States, or outside the United States in the case of certain aircraft or vessels, or on the premises of a US mission; and
- 4 To have been committed by an individual or individuals ~~acting on behalf of any foreign person or foreign interest~~ as part of an effort to coerce the civilian populations of the US or to influence the policy or affect the conduct of the US Government by coercion

\$ 100 billion cap language. insert
No act will be certified as an "act of terrorism" by the Secretary of the Treasury of the United States if:

- 1 The act is committed as part of the course of war declared by Congress (other than with respect to Workers' Compensation);
- 2 Property and casualty losses resulting from the act, in the aggregate, do not exceed ~~\$100,000,000~~ *\$5,000,000 insert*

delete
As used in this notice, the phrases "act of terrorism" and "acts of terrorism", when set out in quotation marks, are to be construed as defined above

HOW DOES THE ACT AFFECT YOUR INSURANCE COVERAGE? *delete*

You have a policy of insurance issued by State National Insurance Company

- This insurance coverage issued by State National Insurance Company ("State National") does not contain a terrorism exclusion
- State National has not charged premium for providing coverage for losses caused by "acts of terrorism" and has determined that no additional premium will be charged at this time
- Coverage for "acts of terrorism" will be provided at the current benefit levels and limits set forth in the policy and any endorsements attached thereto
- Your current policy will remain in effect as written for the remainder of the current policy period

- Replaced with new Paragraph.*
- Between now and any offer of renewal of your policy, State National may modify or alter any coverage for terrorism under such policy. This means that you may not have the same terms offered to you upon renewal and that the premium charged may reflect an additional premium for coverage of loss caused by "acts of terrorism" but allowing you the option to forego such coverage and any additional premium charge in accordance with the provisions of the Act

Please contact us with any questions, comments or concerns about your coverage or this notice

**STATE NATIONAL INSURANCE COMPANY
EXPLANATORY MEMOMRANDUM**

TERRORISM DISCLOSURE NOTICE

State National Insurance Company, Inc., is submitting its revised Policyholder Disclosure Notice of Terrorism Insurance Coverage – SNIC.DISC.0108 to comply with the 2007 amendments to the federal Terrorism Risk Insurance Act of 2002 (“TRIA”).

The notice is being sent on an informational basis since State National does not exclude terrorism coverage from its policy nor does the company charge a premium for the coverage.

The following revisions are being made to the Policyholder Disclosure Notice:

- To add reference to the newly enacted Terrorism Risk Insurance Program Reauthorization Act of 2007.
- To remove the reference to “foreign entities” under What Is An Act Of Terrorism.
- To state, no act shall be certified an act of terrorism if the aggregate losses do not exceed \$5,000,000.
- To reference the \$100 billion cap being set by the United States government for reimbursements.
- To state in accordance with the provisions of the Act, State National Insurance Company may charge an additional premium for Terrorism coverage, but will allow the insured the option to purchase or forego such coverage under How Does “The Act” Affect Your Insurance Coverage.